

**TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE**



FISCAL NOTE

HB 1766 - SB 1825

February 9, 2016

SUMMARY OF BILL: Authorizes a governing body of a municipality to dispose of all parts of a municipal electric system with the approval of the supervisory body and a majority of those voting in an election on the question.

ESTIMATED FISCAL IMPACT:

Increase Local Revenue –Exceeds \$5,000/Permissive

Assumptions:

- Pursuant to Tenn. Code Ann. § 7-52-132, the governing body of a municipality may dispose of all or substantially all of the electric plant acquired by means of bonds issued under the Municipal Electric Plant Law of 1935.
- Municipalities electing to sell parts of a municipal electric system that would not otherwise be eligible for sale under the provisions of Tennessee Code Annotated Title 7, Chapter 52, will incur a permissive increase in local government revenue estimated to exceed \$5,000.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in blue ink that reads "Krista M. Lee".

Krista M. Lee, Executive Director

/amj